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Missouri State Auditor

CITIZENS SUMMARY

Findings in the audit of the Stardust-Munger-Diamond Transportation Development District

Background	The Stardust-Munger-Diamond Transportation Development District (TDD) was organized in October 2001 and is located in the City of Hannibal. The TDD Board approved a 1/4-cent sales tax on all taxable transactions within the TDD. It later approved increasing the tax to 5/8-cent. The TDD was formed for the purpose of constructing approximately $1.7 million worth of transportation projects. Full payment of the final bond obligation was made in May 2012. On March 30, 2012, the TDD Board approved resolutions formalizing its intent to dissolve the TDD and repealing its sales tax, and the State Auditor's office was notified.
Statutory Requirement	Section 238.275, RSMo, requires the State Auditor to determine the financial status of a TDD before it may be abolished. The law prohibits the abolishment of a TDD while there are outstanding claims or causes of action pending against it; if its liabilities exceed its assets; or while the TDD is insolvent, in receivership, or under the jurisdiction of a bankruptcy court.
Financial Status	The Stardust-Munger-Diamond TDD had a cash balance of $2,508 at March 31, 2012. The TDD subsequently received sales tax collections in April, May and June, bringing its account balance to $53,000 as of June 30, 2012. The TDD's legal counsel estimates the expected remaining costs and obligations to be $825. Based on legal counsel's representations, TDD assets will be sufficient to pay the remaining costs and obligations. The remaining balance will be transferred to the City of Hannibal after the July 2012 tax revenues are received. Based upon our audit, the Board of Directors may proceed with the abolishment of the Stardust-Munger-Diamond TDD.

Because of the limited objective of this audit, no overall rating is provided.

American Recovery and Reinvestment Act 2009 (Federal Stimulus)	The Stardust-Munger-Diamond TDD did not receive any federal stimulus monies during the audited time period.